

DEBT SERVICE FUND

Program Summary

The Debt Service Fund is an accounting entity established to record the retirement of the City's general obligation bonded indebtedness. Expenditures in this fund include principal and interest payments on the City's debt as well as administrative costs associated with selling bonds.

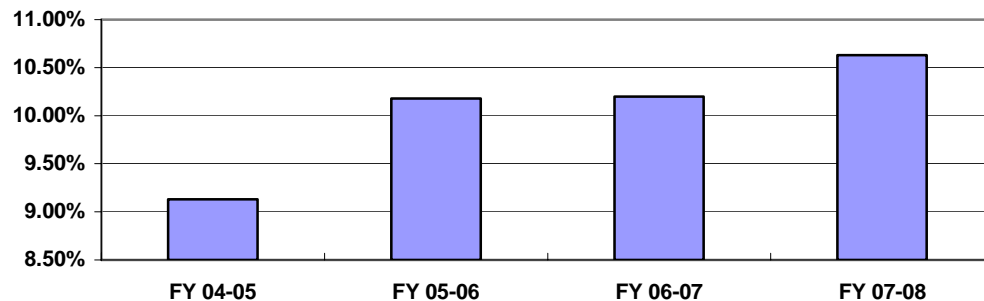
BUDGET SUMMARY

	2004-05 Actual	2005-06 Budget	2006-07 Adopted	2007-08 Projected
Expenditures:				
General Obligation Bond Retirement	18,608,216	21,887,870	22,927,375	24,836,800
Total	18,608,216	21,887,870	22,927,375	24,836,800
Revenues:				
Transfer	14,425,000	14,554,085	16,887,360	18,710,650
All Other	3,238,237	3,915,000	5,045,000	5,149,000
Fund Balance	3,256,800	3,418,785	995,015	977,150
Total	20,920,037	21,887,870	22,927,375	24,836,800

BUDGET HIGHLIGHTS

- The Debt Service Fund will increase by nearly 4.75%, or approximately \$1 million. City Council has approved a number of projects for a General Obligation Bond referendum in Fall 2006.

Annual General Obligation Debt as a Percentage of General Fund



**SUMMARY OF OUTSTANDING DEBT ISSUES
AS OF JUNE 30, 2006**

<u>ISSUE</u>	<u>PURPOSE</u>	<u>AMOUNT ISSUED</u>	<u>ISSUE DATE</u>	<u>AMOUNT OUTSTANDING</u>
GENERAL OBLIGATION BONDS				
Streets	Street Improvements	14,000,000	2006	14,000,000
Housing & Redevelopment	Neighborhood Redevelopment	1,500,000	2006	1,500,000
Parks & Recreation	Parks & Recreation Facilities	6,500,000	2006	6,500,000
Public Transportation System	Public Transportation System	500,000	2005	472,222
Parks & Recreation	Parks & Recreation Facilities	4,500,000	2005	4,250,000
Library Facilities	Library Facilities	1,700,000	2005	1,605,556
Public Safety	Fire Stations	4,380,000	2005	4,136,667
Natural Science Center	Natural Science Center	3,500,000	2005	3,305,555
Streets	Street Improvements	17,330,000	2003	14,883,004
Transportation	Public Transportation	500,000	2003	429,400
Parks & Recreation	Parks & Recreation Facilities	16,600,000	2003	14,256,080
Public Safety	Fire Station	5,170,000	2003	4,439,996
Public Buildings	Law Enforcement Facilities	7,080,000	2003	6,080,304
Public Buildings	Library Facilities	3,320,000	2003	2,851,216
Streets	Street & Bridge Construction	13,500,000	1998	10,401,490
Public Safety	Communications System	6,500,000	1998	5,008,125
Public Safety	Training Facilities	14,500,000	1998	11,171,971
Public Safety	Construction of Fire Station	1,500,000	1998	1,155,721
Public Buildings	Construction of Public Facilities	6,000,000	1998	4,622,885
Housing & Redevelopment	Low Income Housing Projects	10,000,000	1998	7,704,808
Streets	Street Construction	20,100,000	1994	13,600,000
Housing & Redevelopment	Low Income Housing Projects	12,825,000	1994	5,925,000
Streets	Street Construction	25,000,000	1992	9,527,312
Recreation Facilities	Coliseum Renovation; New Main Library Construction	41,725,000	1992	15,901,084
Housing & Redevelopment	Low Income Housing Projects	3,550,000	1992	1,352,878
Streets	Street Construction	21,400,000	1988/90	7,636,577
Housing & Redevelopment	Low Income Housing Projects	2,850,000	1988/90	1,017,021
Public Safety	Construction of Fire Stations	674,160	1988/90	240,574
Recreation Facilities	Bryan Park, Barber Park, other	3,275,840	1988/90	1,168,981
Public Buildings	Construction of Public Facilities	400,000	1988/90	142,739
Total		270,380,000		175,287,166
WATER RESOURCES GENERAL OBLIGATION BONDS				
Water Bonds	Water Treatment Plant Projects	3,510,070	1992/93	765,247
Sewer Bonds	Sanitary Sewer Projects	10,114,930	1993/94	677,588
Total		13,625,000		1,442,835

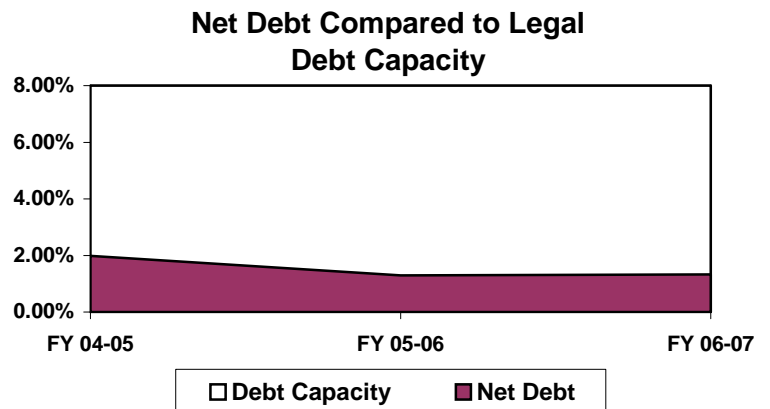


ANNUAL GENERAL OBLIGATION DEBT SERVICE REQUIREMENTS CURRENT OUTSTANDING ISSUES

FISCAL YEAR	GENERAL DEBT		WATER RESOURCES		TOTAL	
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	PRIN. & INT.
06-07	14,463,573	7,863,526	591,428	71,567	15,055,001	22,990,094
07-08	14,461,718	7,269,295	578,282	46,430	15,040,000	22,355,725
08-09	14,518,944	6,682,025	191,056	13,540	14,710,000	21,405,565
09-10	14,937,931	6,036,794	82,069	4,017	15,020,000	21,060,811
10-11	15,070,000	5,345,050			15,070,000	20,415,050
11-12	12,350,000	4,624,973			12,350,000	16,974,973
12-13	9,190,000	4,032,286			9,190,000	13,222,286
13-14	9,405,000	3,610,717			9,405,000	13,015,717
14-15	6,455,000	3,183,648			6,455,000	9,638,648
15-16	6,580,000	2,909,342			6,580,000	9,489,342
16-17	6,930,000	2,627,138			6,930,000	9,557,138
17-18	7,075,000	2,328,033			7,075,000	9,403,033
18-19	7,315,000	2,017,300			7,315,000	9,332,300
19-20	7,415,000	1,676,725			7,415,000	9,091,725
20-21	7,715,000	1,330,025			7,715,000	9,045,025
21-22	7,865,000	942,075			7,865,000	8,807,075
22-23	5,080,000	542,613			5,080,000	5,622,613
23-24	2,820,000	338,400			2,820,000	3,158,400
24-25	2,820,000	225,600			2,820,000	3,045,600
25-26	2,820,000	112,800			2,820,000	2,932,800
TOTAL	175,287,166	63,698,365	1,442,835	135,554	176,730,001	240,563,920

The table above lists the City's annual principal and interest obligations through fiscal year 2026 on the City's general obligation current issued debt. Included for each year is Water Resources principal and interest, non-utility principal and interest, and the combined total.

A municipality's total net debt cannot exceed 8% of its appraised valuation. Greensboro currently has a net debt of \$283.3 million and an estimated appraised valuation of \$21.28 billion. Greensboro's net debt is equal to 1.3% of its appraised valuation, well under the legal debt limit established for municipalities.



**SUMMARY OF OUTSTANDING DEBT ISSUES
AS OF JUNE 30, 2006**

<u>ISSUE</u>	<u>PURPOSE</u>	<u>AMOUNT ISSUED</u>	<u>ISSUE DATE</u>	<u>AMOUNT OUTSTANDING</u>
SPECIAL OBLIGATION BONDS				
Solid Waste Disposal Facilities	Landfill Expansion & Improvements	16,000,000	1997	9,325,000
Solid Waste Disposal Facilities	Solid Waste Transfer Station & Improvements	8,400,000	2005	8,400,000
Total		24,400,000		17,725,000
CERTIFICATES OF PARTICIPATION*				
Coliseum	Coliseum Improvements	31,320,000	1999	20,990,000
Coliseum	Coliseum Improvements	1,100,000	1995	540,000
Parking	Parking Facilities	19,609,401	1991	5,579,280
Coliseum	Coliseum Improvements	2,005,599	1991	570,656
Parking	Parking Facilities	1,505,000	2002	705,000
Total		55,540,000		28,384,936

*Certificates of participation issued for Coliseum expansion will be repaid with Hotel/Motel Tax revenues. Certificates issued for parking decks will be repaid with parking deck fees. Excludes certificates of participation for various equipment purchases and property acquisition.

ANNUAL CERTIFICATES OF PARTICIPATION DEBT SERVICE REQUIREMENTS

FISCAL YEAR	CERTIFICATES OF PARTICIPATION		TOTAL
	PRINCIPAL	INTEREST	
06-07	4,509,936	1,681,820	6,191,756
07-08	4,765,000	1,348,813	6,113,813
08-09	4,995,000	1,124,249	6,119,249
09-10	2,840,000	891,612	3,731,612
10-11	2,870,000	688,800	3,558,800
11-12	3,040,000	481,950	3,521,950
12-13	1,220,000	332,850	1,552,850
13-14	1,295,000	244,825	1,539,825
14-15	1,380,000	151,200	1,531,200
15-16	1,470,000	51,450	1,521,450
TOTAL	28,384,936	6,997,569	35,382,505

This special obligation debt is funding the 1997 expansion of the City's White Street Landfill, including the construction of two additional cells and leachate management facilities and the acquisition of approximately 144 acres of adjacent land to be used as buffer area and for fill soil.

ANNUAL SPECIAL OBLIGATION DEBT SERVICE REQUIREMENTS

FISCAL YEAR	SPECIAL OBLIGATION		TOTAL
	PRINCIPAL	INTEREST	
06-07	1,600,000	845,664	2,445,664
07-08	1,675,000	351,913	2,026,913
08-09	1,750,000	693,546	2,443,546
09-10	1,835,000	610,946	2,445,946
10-11	1,920,000	522,640	2,442,640
11-12	2,020,000	429,160	2,449,160
12-13	2,115,000	330,780	2,445,780
13-14	600,000	227,700	827,700
14-15	625,000	197,700	822,700
15-16	655,000	172,700	827,700
16-17	680,000	146,500	826,500
17-18	715,000	112,500	827,500
18-19	750,000	76,750	826,750
19-20	785,000	39,250	824,250
TOTAL	17,725,000	4,757,749	22,482,749



Capital Improvements/Debt Service – Debt Service

<u>ISSUE</u>	<u>PURPOSE</u>	<u>AMOUNT ISSUED</u>	<u>ISSUE DATE</u>	<u>AMOUNT OUTSTANDING</u>
COMBINED ENTERPRISE SYSTEM REVENUE BONDS				
Water Resources	Water and Wastewater	50,000,000	1995	29,600,000
Water Resources	Treatment Plant Projects	40,000,000	1998	32,480,000
Water Resources	Treatment Plant Projects	55,930,000	2001	51,430,000
Water Resources	Water and Wastewater	43,435,000	2003	41,210,000
Water Resources	Water and Wastewater	40,860,000	2005	40,860,000
Total		230,225,000		195,580,000

<u>FISCAL YEAR</u>	<u>WATER REVENUE PRINCIPAL</u>	<u>INTEREST</u>	<u>SEWER REVENUE PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL W&S REVENUE BOND PRINCIPAL</u>	<u>PRIN. & INT.</u>
06-07	1,805,000	2,626,821	4,520,000	6,643,326	6,325,000	15,595,147
07-08	1,885,000	2,759,393	4,735,000	6,939,888	6,620,000	16,319,281
08-09	1,961,750	2,675,244	4,908,250	6,735,710	6,870,000	16,280,954
09-10	2,073,750	2,587,529	5,221,250	6,523,870	7,295,000	16,406,399
10-11	2,148,250	2,492,028	5,376,750	6,279,920	7,525,000	16,296,948
11-12	2,248,750	2,390,005	5,636,250	6,020,141	7,885,000	16,295,146
12-13	2,360,250	2,282,607	5,919,750	5,748,539	8,280,000	16,311,146
13-14	2,472,750	2,169,095	6,207,250	5,462,275	8,680,000	16,311,370
14-15	2,596,500	2,049,292	6,518,500	5,163,462	9,115,000	16,327,754
15-16	2,722,250	1,923,466	6,832,750	4,849,585	9,555,000	16,328,051
16-17	2,861,500	1,787,406	7,183,500	4,508,155	10,045,000	16,340,561
17-18	3,004,250	1,644,385	7,545,750	4,149,199	10,550,000	16,343,584
18-19	3,157,250	1,493,562	7,932,750	3,770,135	11,090,000	16,353,697
19-20	3,243,000	1,333,870	7,922,000	3,368,070	11,165,000	15,866,940
20-21	3,395,750	1,149,386	8,299,250	2,904,970	11,695,000	15,749,356
21-22	3,558,500	1,017,349	8,701,500	2,603,258	12,260,000	15,880,607
22-23	2,792,500	878,628	6,312,500	2,285,796	9,105,000	12,269,424
23-24	2,925,250	799,522	6,614,750	2,151,728	9,540,000	12,491,250
24-25	2,038,250	657,784	5,676,750	1,834,566	7,715,000	10,207,350
25-26	2,132,250	593,081	5,937,750	1,662,356	8,070,000	10,325,437
26-27	1,425,750	205,541	3,794,250	522,609	5,220,000	5,948,150
27-28	1,501,500	141,548	3,993,500	352,328	5,495,000	5,988,876
28-29	802,500	73,980	1,872,500	172,620	2,675,000	2,921,600
29-30	841,500	37,868	1,963,500	88,358	2,805,000	2,931,226
TOTAL	55,954,000	35,769,390	139,626,000	90,740,864	195,580,000	322,090,254